App. F. IX-4

Previous References 192 4-30 (L. M.)

File No. 21-29

Serial Nos. 1-4

Later References
L.M. 1-30 (11-27)
L.M. 6-32 (1-6)
L.M. 9-33 (1-3,7)
L.M. 21-34 (1-4)
L.M. (2) 34 (1-4)
L.M. 7-35 (1-5)
L.M. 1-36 (1-4)
CS 20-39 (1-3)
" 15-Oct 7-43
Serial Nos. 4 CS 85-42-1-7

CS 46-40--1-6

P 31(E)

General and Revenue Secretariat.

Part B for May 1930.

SUBJECT

Issue of Debentures.

Bk. 4. No. Ry. 12783-94 Dy. 25-4-30.

To The President. L. M. Bank
Registrar of Co-operative Societies
Dy. Comrs. of Dists in Upper
Compt. to Govt. Mrs. F.L. Scott

Approved of the Draft Prospectus for the issue of debentures.

Mrs
- 21/5

L M

G. R. S. APP F. III—1] 1927–30

GENERAL AND REVENUE SECRETARIAT.

(L M)

NOTES.

File No. 21/29

FILE HEADING.

Issue of debentures.

FROM The Registrar Corporative Societies

No. 5061 CS Dated 12.3.30 Received 13.3.30

Diary No. 5578	Enclos. 3	Spare copies —	Serial No. 1

BRIEF ABSTRACT OF LETTER.

Requests sanction to the issue of debentures to the extent of 3 ~~lakhs~~ Lakhs of rupees on certain conditions

NOTES AND ORDERS.

Does the Development Secretary see the letter. "Immediate Please put up draft sanction may for consideration."

dated. N.R
13/3/1930

Sub: with a draft p.o. in another file. (L.M. 18-29.)
17/3/30 if is proposed to deposit the sum of 1 lakh in the Bank. ~~A payment to the Bank~~
Subject to a draft p.o has been put up

5783

NOTES—First Sheet.

WB 01655—GPB—5,000—3-5-30

684

5578

(2

App. F. III—2)

General and Revenue Secretariat.

File No. Rev 21 of 1929.

Serial No.

3) Opn. for approval
Sd
3d Member
Mungle H Tesh
Sd 31.3.30

Ce 18/3/30

1215.3
21/3

R3394
dt 21/4/30.

Sd 3 30
Ce 20/3

9233
24/3

4) I have no objection
Sd
21.3.30.

5) Remits from Rev. Sec. with certain instructions
Please rt. typed Opn. as revised
Ce 1/4/30

6) Subd with a typed Opn
Sd MZ
2/4/30

7) Remits draft for approval
Sd
3d Member

Ce 3.4.30
Sd 4/4/30

DEWAN'S OFFICE
6 - APR. 1930
No. 4274

8) appd
Please submit to the Dewan
Ce 4/4/30
Sd
Dewan

Sd 5/4/30
Ce 5/4

9) Sd 6-4-30

Sd 8/4/30

10) Issue
Ce 8/4
Ce 9/4

R. cons 2159
Dt 11/4/30

11) Draft Hasanuddin.
Sd 11/4
12) Issue
Ce 11-4-30
Communication

NOTE—Contn. sheet.

WD 066—GPB—30,000—26-7-29

684/pol

5578/6375 (3

App. F. III—2].

General and Revenue Secretariat Y.-p. File No. 21 of 1929

Serial No.	
2	To The Registrar of Cooperative Societies The Revenue Commissioner The President of the Y. M. Bank The Comptroller through the Financial Secretary No 9/12215-8 dt 11-4-1930 Sanctions the issue of debentures by the Y. M. Bank to the extent of Rs 3 lakhs on certain conditions.
3	From the President, Land Mortgage Bank No 1264 of 16/17th April 1930 Submits for approval a draft of the prospectus of the Debenture loan of the Bank & recommends the grant of brokerage to agents for canvassing for debentures. (3) Subd. The draft prospectus is in accordance with the bylaws sanctioned by Govt orders of Govt are also necessary on the grant of commission (brokerage) & about authority the Treasuries to receive money paid for debentures. KP 19/4/30 (Chief Secy) 19.4.30

Prov Sec 19/4/30

complies with "Please put up a note" 17/4

F. S.

CHIEF SECRETARY. 19 APR. 1930

Note—Contn. Sheet

WD 066—GPB—30,000—26-7-29

21.4.30

If 3957

19/4/30

If Do Secy with compliments for favour of his views

6875

App. F. III—2]

General and Revenue Secretariat.

File No. Rm 21 of 1929.

Serial No.

R3957

15/ The proposals are in order and may be approved.

16/ To enable the debenture holders to draw interest ~~coupons~~ on their Bungalow I would suggest that the endorsement may be stamped that arrangements will be made on application for payment of interest at any Treasury in the Mysore State. This is a concession which appears to me interest and may be inserted in the Prospectus.

17/ I have consulted the Comptr. - He is agreeable to this proposal.

18/ Against the term 'Income Tax' in the prospectus Name address ~~etc~~ 'Mysore' to make the point explicit.

22.4.29

Hd

Hd Member.

Rm 22/4

Ce 29/4.

19/ I agree with first Secy's suggestions. Orders may issue accordingly

Ks 25/4 (3

20/ Do — Sy

Rm 25/4

Ce 29/4

21/ Draft submitted.

JAMS 29/4

Rm Ce 29/4 Draft-Karnam

Ks 28/4

Sd/-

Secretary to Govt.

Rm. 2305

28/4/29

NOTE—Contn. sheet.

WD 066—GPB—30,000—26-7-29

801

5

App. F. III—2]

General and Revenue Secretariat G. M. File No. 21 of 1929.

Serial No.	
4	To The President C.W.M. Bank The Registrar C.S. The Secy. to Govt. The Comptroller through the Financial Secretary No. 4 12785-91 dt. 25.4.30 Approves of the draft prospectus for the issue of debentures

B KA
1882
8/5/30

Note—Contn. Sheet

WD 066—GPR—30,000—26-7-29

684

Gm5578.

No. 5061 S Eu 3

DEPARTMENT OF CO-OPERATION.
GOVERNMENT OF MYSORE.
OFFICE OF THE REGISTRAR OF CO-OPERATIVE SOCIETIES IN MYSORE.

Telegraphic Address: "CO-OPERT" BANGALORE

Immediate. Please put up file for consideration. WR 13/3/30 CM 17/3

Dated, Bangalore, 12th March 1930

FROM

K. H. RAMAYYA, ESQ., B.A., BAR-AT-LAW,
REGISTRAR OF CO-OPERATIVE SOCIETIES IN MYSORE,
BANGALORE.

Gm 21-29-1

To

N. Rama Rao, Esq., B.A. B.L.,
Secretary to Government, Development Departments,
Bangalore.

Sir,

I have the honour to forward herewith (in original) letters Nos.664 and 700 dated 3rd March 1930 and 4th March 1930 respectively together with the enclosure to the latter received from the President of the Mysore Co-operative Land Mortgage Bank, Ltd., Bangalore City, in the matter of the floatation of debentures by the Bank to the extent of three lakhs of rupees and to state as follows:-

2. Government have in their order No.G.6941-4/L.M.14-29-1 dated 4th December 1929, been pleased to guarantee the repayment of the principal of the debentures at maturity and also the payment of interest as it falls due at 5 per cent per annum free of income-tax, the guarantee being limited to the debentures issued for the first ten lakhs of rupees only. From the President's letter as also from enquiries made by me and the Deputy Registrar of Co-operative Societies it is seen that the chances for a successful reception of the debentures at 5 per cent interest by the investing public are not very bright. In byelaw No.28 of the Bank however, it is specified that the Bank may ~~xxxxxxxx~~ raise loans from time to time by the issue of debenture bonds bearing interest not exceeding 6 per cent per annum. In view however of the fact that

the Deputy Registrar has secured some promises for the purchase of debentures at 5 per cent, I request that Government may be pleased to sanction the issue of debentures to the extent of rupees three lakhs by the Mysore Co-operative Land Mortgage Bank subject to the following conditions:-

1) The debentures to be of Rs 100/- each numbered 1 to 3,000 inclusive.

2) The debentures to carry interest at 5 per cent per annum (free of income-tax) the interest being ~~xx~~ payable every half year on the 30th June and 31st December each year on production of the interest coupons at the office of the Bank on those dates or on subsequent days.

3) Government to subscribe for debentures to the extent of one lakh of rupees out of the present issue of three lakhs.

4) The capital raised by debentures to be earmarked for the grant of long term loans on the mortgage of Agricultural land as required under byelaw No.35 of the Bank.

5) The maximum period within which the debentures should be redeemed to be fixed at 30 years, subject to the condition that the Bank shall not redeem any debentures within a period of ten years from the date of issue.

6) Till long term loans on the mortgage of agricultural lands are actually sanctioned and the documents obtained therefor, the amount raised by debentures to be kept in liquid form in the Government Treasury or in the Bank of Mysore in the name of the Trustee of the Bank appointed by Government, the amount required to make payments of the sanctioned loans after documents are got properly executed, being drawn and disbursed to the Bank by the Trustee.

3. Regarding the form of debentures, action is being taken separately, and a suitable draft will be ~~xxxx~~ submitted to Government after obtaining the opinion of the Government Advocate.

I have the honor to be,
Sir,
Your most obedient servant,

K H Ramayya

Registrar.

8

BANGALORE CITY,

DATED 3rd March 19 30

WHILE REPLYING PLEASE REFER TO
NO. 664

From

Rajasabhabhushana K. R. SRINIVASIENGAR, Esq., M.A.,
President, The Mysore Co-operative Land Mortgage Bank, Ltd.,
BANGALORE CITY.

To

The Secretary to the Government of
His Highness the Maharaja of Mysore,
Development Departments,
B A N G A L O R E.

(Through the Registrar of Co-operative Societies)

Sir,

I have the honour to state that 617 shares of the total value of Rs.30,850 have been till now subscribed for in the Bank and, under Bye-law No.17 (b), the Bank may incur liabilities by way of deposits, issue of debentures or otherwise to an extent of over Rs.3,70,000. The Bank can therefore now ~~[illegible]~~ issue Debenture Bonds of a total value of Rs.three lakhs and grant long term loans from the proceeds under Bye-law No:35, the remaining Rs.70,000 being left to be obtained from deposits or otherwise ~~to be obtained~~ for meeting any demands that may arise for short term loans.

2. As intimated in my letter No:359 dated 29th January 1930, most of the members have joined the Bank with the object of obtaining loans and they are anxious to have the loans sanctioned without delay as they are in urgent need of the same. Though it has been ascertained from confident enquiries that business circles are not at present likely to take up debentures bearing interest at 5 per cent per annum, Mr. M.S. Ramachandra Rao, Deputy Registrar of Co-operative Societies, informs me that he has secured promises from some persons to subscribe to debentures even at 5 per cent, and he expects to have a certain number of them taken up at this rate, if they are floated at once and without delay.

delay. As it is very necessary to close with such offers as speedily as possible and as in any event, there is no harm in issuing the debentures at 5 per cent and securing as much capital as we can at this rate, even if we cannot get the full amount offered, I request that under Section 56 of the Mysore Co-operative Societies Regulation (as amended by Regulation No:V of 1929) very early sanction of Government may be kindly obtained to the issue by this Bank of Rs.three lakhs worth of debenture bonds of the value of Rs.100 - each, bearing interest at 5 per cent per annum and repayable at par at the end of 30 years. Of these, one lakh worth of bonds will be reserved for being taken up by Government as agreed to by them in para 5 of their order No: G.11438-44/Sany.30-26-7 dated 10th April 1928 (vide also No:8377/Sany.21-28-31 dated 18th January 1930) and the remaining two lakhs thrown open for public subscription.

3. The question of the form of the bonds is at present under correspondence with the Registrar of Co-operative Societies, and it will be duly sent up (along with the covenants and provisions to be embodied in it) as soon as it is ready, for final approval under Section 56.

I have the honour to be,

Sir,

Your most obedient servant,

PRESIDENT.

WHILE REPLYING PLEASE REFER TO
NO. 700/8-1

BANGALORE CITY,

DATED 4th March 1930

From

Rajasabhabhushana K. R. SRINIVASIENGAR, Esq., M.A.,
President, The Mysore Co-operative Land Mortgage Bank, Ltd.,
BANGALORE CITY.

To

The Secretary to the Government of
His Highness the Maharaja of Mysore,
Development Departments,
B A N G A L O R E.

(Through the Registrar of Co-operative Societies)

Sl.4-864
6/3

Sir,

In continuation of my letter No.664 dated 3rd March 1930 soliciting sanction to the issue of Rs.three lakhs worth of debenture bonds by this Bank, I have the honour to forward herewith for information a copy of D.O. letter No:598 dated 3rd March 1930 received from Mr. M. S. Ramachandra Rao, Deputy Registrar of Co-operative Societies, on the same subject.

I have the honour to be,
Sir,
Your most obedient servant,

PRESIDENT.

COPY OF D.O. LETTER NO:598 DATED 3RD MARCH 1930, FROM THE DEPUTY REGISTRAR OF CO-OPERATIVE SOCIETIES TO THE PRESIDENT, MYSORE CO-OPERATIVE LAND MORTGAGE BANK, LIMITED, BANGALORE CITY.

"In regard to the letter you are addressing the Registrar in the matter of debentures, which you were good enough to show me this morning,' it struck me, on further reflection, that it is necessary to stress the point that my enquiries, which have been fairly extensive, have shown that the investing public, both inside and outside the State, are not viewing the debentures favourably on account of the low rate of interest offered, and that, with considerable difficulty, I have been able to secure promises from a few people to subscribe to the debentures. It is best that the Government are made aware that the debentures at 5 per cent will never be popular and that unless the terms are revised more in accordance with the prevailing conditions in the Security market, the Land Mortgage Bank cannot make much headway in the matter of raising funds and helping the agriculturists."

-----oooOOOooo-----

" C O P Y "

ab

Proceedings of the Government of
His Highness the Maharaja of Mysore.

-----:0:-----

L.M. 21-29-2

R e a d : -

Para 5 of Government Order No. G. 114-36-44/Sany. 30-26-7, dated the 10th April 1928, sanctioning the establishment of a Central Land Mortgage Bank at Bangalore and stating, among other things, that the Government will be prepared to invest in the Bank, if necessary, an aggregate sum of five lakhs of rupees at the rate of Rupees one lakh for each of the first two years and the balance of 3 lakhs in amounts equivalent to the amount raised by the Bank from the public in any particular year.

2. Government Order No. G. 6941-4/L.M. 14-29-1, dated the 4th December 1929, issuing orders in regard to the grant of certain concessions to the Mysore Co-operative Land Mortgage Bank and directing, among other matters, that the repayment at maturity of the principal amount of the debenture bonds to be issued by the Bank, as well as the payment of interest as it falls due, limited to 5 per cent per annum free of income-tax, be guaranteed by Government to the extent of the first ten lakhs only.

3. Letter No. 5061/C.S. dated the 12th March 1930 from the Registrar of

of Co-operative Societies in Mysore forwarding letters Nos. 664 and 700 dated the 3rd and 4th March 1930 respectiv ly from the President, the Mysore Co-opera -tive Land Mortgage Bank, Limited, Banga- lore City, and requesting sanction for the issue of debentures to the extent of 3 lakhs by the Bank subject to certain conditions.

Order No. S. 12215-8

Dated, Bangalore, 11th April 1930.

The President of the Mysore Co-opera- tive Land Mortgage Bank, Limited, Bangalore City, requests sanction for the issue of debentures by the Bank to the value of Rs. 3 lakhs and reports that the conditions precedent prescribed for enabling such issue have been satisfied. The Registrar of Co-operative Societies supports the request. Under Section 56 of the Mysore Co-operative Societies Regulation, Government are pleased to sanction the issue by the Mysore Co-opera- tive Land Mortgage Bank, Limited, of deben- tures to the value of 3 lakhs of rupees subject to the following conditions:-

(1) The debentures to be of Rs. 100/- each, numbered 1 to 3000 inclusive.

(2) The debentures to carry interest at 5 per cent per annum (free of income tax) the interest being payable every half year on the 30th June and 31st

31st December ~~of~~ each year on production of the interest coupon, at the office of the Bank on those days or on subsequent days.

3. The whole of the amount of Rs. one lakh sanctioned by ~~the~~ Government to be placed at the disposal of the Bank as a deposit in Government Order No. G-11378-8/Am 18-29-4 dated 21st March 30 ~~will~~ to be converted into debentures in this issue and the debentures ~~will~~ to be handed over to Government. ~~The~~

4. The capital raised by debentures to be ear-marked for the grant of long term loans on the mortgage of agricultural lands as required under Bye-law No. 35 of the Bank.

5. The maximum period within which the debentures should be redeemed to ~~be~~ be fixed at 30 years subject to the conditions that the Bank shall not redeem any debentures within a period of 10 years from the date of issue.

6. Till long term loans on the mortgage of agricultural lands are actually sanctioned and ~~the~~ documents are obtained therefor, the amount raised by debentures to be kept in liquid form in ~~the~~ the Government Treasury or the Bank of Mysore ~~and~~ in the name of the Trustee of the Bank appointed by the Government, the amount

VS

amount required to make payments of the sanctioned loans after documents are got properly executed ~~and~~ being drawn and disbursed to the Bank by the Trustee.

2. Under Section 56 of the Mysore Co-operative Societies Regulation, as amended by Regulation V of 1929, Government are pleased to sanction the issue of debentures by the Land Mortgage Bank to the extent of Rs. 3 lakhs, subject to the conditions specified above. Government note that the draft form of the debentures will be submitted ~~to Government~~ for approval at an early date.

4 4 30

Development Secretary to Govt.

3/4/30

To

The Registrar of C.S.,

The Revenue Commissioner,

The President of the Land Mortgage Bank, Bangalore,

The Comptroller through Finl. Sectt.

Printed as a Ltr

2/4/30

S. O.

Government of his highness the Maharaja of Mysore.

GENERAL AND REVENUE DEPARTMENTS.

G. O. No. G. 12215-8—L. M. 21-29-2, dated 11th April 1930.

Debentures.

Authorises the Mysore Co-operative Land Mortgage Bank to issue —— to the extent of rupees three lakhs subject to certain conditions.

READ—

Para 5 of Government Order No. G. 11438-44—Sany. 30-26-7, dated the 10th April 1928, sanctioning the establishment of a Central Land Mortgage Bank at Bangalore and stating, among other things, that the Government will be prepared to invest in the Bank, if necessary, an aggregate sum of five lakhs of rupees at the rate of rupees one lakh for each of the first two years and the balance of three lakhs in amounts equivalent to the amount raised by the Bank from the public in any particu ar year.

2. Government Order No. G. 6941-4—L. M. 14-29-1, dated the 4th December 1929, issuing orders in regard to the grant of certain concessions to the Mysore Co-operative Land Mortgage Bank and directing, among other matters, that the repayment at maturity of the principal amount of the debenture bonds to be issued by the Bank, as well as the payment of interest as it falls due limited to 5 per cent per annum free of income-tax, be guaranteed by Government to the extent of the first ten lakhs only.

3. Letter No. 5061—C S., dated the 12th March 1930, from the Registrar of Co-operative Societies in Mysore, forwarding letters Nos. 664 and 700, dated the 3rd and 4th March 1930, respectively from the President, the Mysore Co-operative Land Mortgage Bank, Limited, Bangalore City, and requesting sanction for the issue of debentures to the extent of Rs. 3 lakhs by the Bank subject to certain conditions.

ORDER NO. G. 12215-8—L. M. 21-29-2, DATED 11TH APRIL 1930.

The President of the Mysore Co-operative Land Mortgage Bank, Limited, Bangalore City, requests sanction for the issue of debentures by the Bank to the value of Rs. 3 lakhs and reports that the conditions precedent prescribed for enabling such issue have been satisfied. The Registrar of Co-operative Societies supports the request. Under section 56 of the Mysore Co-operative Societies Regulation, Government are pleased to sanction the issue by the Mysore Co-operative Land Mortgage Bank, Limited, of debentures to the value of three lakhs of rupees subject to the following conditions:—

(1) The debentures to be of Rs. 100 each, numbered 1 to 3,000 inclusive.

(2) The debentures to carry interest at 5 per cent per annum (free of income tax) the interest being payable every half-year on the 30th June and 31st December each year on production of the interest coupons at the office of the Bank on those days or on subsequent days.

(3) The whole of the amount of rupees one lakh sanctioned by Government to be placed at the disposal of the Bank as a deposit in Government Order No. G. 11376-8—L. M. 18-29-4, dated the 21st March 1930, to be converted into debentures in this issue and the debentures to be handed over to Government.

(4) The capital raised by debentures to be ear-marked for the grant of long term loans on the mortgage of agricultural lands as required under Bye-law No. 35 of the Bank.

(5) The maximum period within which the debentures should be redeemed to be fixed at 30 years subject to the condition that the Bank shall not redeemed any debentures within a period of 10 years from the date of issue.

(6) Till long term loans on the mortgage of agricultural lands are actually sanctioned and documents are obtained therefor, the amount raised by debentures to be kept in liquid form in the Government Treasury or the Bank of Mysore in the name of the trustee of the Bank appointed by the Government, the amount required to make payments of the sanctioned loans after documents are got properly executed being drawn and disbursed to the Bank by the Trustee.

No. G. 12215-8—L. M. 21-29-2, DATED 11TH APRIL 1930.

2. Under section 56 of the Mysore Co-operative Societies Regulation as amended by Regulation V of 1929, Government are pleased to sanction the issue of debentures by the Land Mortgage Bank to the extent of rupees three lâkhs, subject to the conditions specified above. Government note that the draft form of the debentures will be submitted for approval at an early date.

N. MADHAVA RAO,
Chief Secretary to Government.

To—The Registrar of Co-operative Societies in Mysore.
The Revenue Commissioner in Mysore.
The President of the Land Mortgage Bank, Bangalore.
The Comptroller to Government, through the Financial Secretariat.
PRESS TABLE.

Exd.—P. S. R. N.

W D 3053—GPB—495—23-4-30

5578 P.Mg 16/4

G.O. No. 6375.

WHILE REPLYING PLEASE REFER TO
NO. 1264/Encl/1 (4 sheets)

BANGALORE CITY,
DATED 16th April 1930
17

G.O. No. 21-29-3

Please put up at once
16/4

From

Rajasabhabhushana K. R. SRINIVASIENGAR, Esq., M.A.,
President, The Mysore Co-operative Land Mortgage Bank, Ltd.,
BANGALORE CITY.

To

The Chief Secretary to the Government of
His Highness the Maharaja of Mysore,
B A N G A L O R E.

Sir,

With reference to Government Order No.G.12215-3/L.M. 21-29-2 dated 11/16th instant sanctioning the issue of debentures by the Bank to the extent of Rs.3 lakhs subject to certain conditions, I have the honour to submit herewith for the approval of Government a draft of the prospectus proposed to be issued by me in the matter.

2. In this connection I think that it is desirable to pay a small commission to agents for canvassing for debentures, and I therefore request that sanction may be accorded to payment of commission/(brokerage) at the undermentioned rates:

(a) for obtaining debentures of Rs.10,000 and above- annas 4 per cent.

(b) for obtaining debentures of Rs.25,000 and above- annas 8 per cent.

3. As the Government have authorised the Treasuries in the State to receive share amounts of the Bank, I presume that the same concession will be extended in respect of the payment of debenture ~~loans~~ amounts. I have therefore provided in the application form attached to the prospectus for the payment of debenture amounts into the Government Treasuries, if the subscribers wish to do so.

I have the honour to be,
Sir,
Your most obedient servant,

PRESIDENT.

THE SUBSCRIPTION LIST WILL BE CLOSED ON OR BEFORE 30TH JUNE 1930.

THE MYSORE CO-OPERATIVE LAND MORTGAGE BANK, LIMITED, BANGALORE CITY.

(Registered under the Mysore Co-operative Societies Regulation No. V of 1929.)

PROSPECTUS OF DEBENTURE LOAN (First Series).

Issue AT PAR of State-guaranteed Debentures to the extent of Rupees Three Lakhs carrying interest at 5% per annum free of income tax.

1 Under the authority vested by Section 56 of the Mysore Co-operative Societies Regulation No. V of 1929 and clauses 28 to 36 of the By-laws of the Bank regulating the raising of funds by means of issue of debentures; and with the previous approval of the Government of Mysore conveyed in their Order No. G.12215-8/L.M. 21-29-2 dated the 16th April 1930, the Mysore Co-operative Land Mortgage Bank, Ltd., have resolved to issue the first series of debentures to the extent of Rupees Three (3) lakhs.

2 The Government of Mysore have taken up these debentures to the extent of Rupees One (1) lakh. The balance of Rupees Two (2) lakhs is available for public subscription.

3. The debentures are subject to the following conditions:-

(1) The debentures will be of only one denomination, viz., Rs.100/- and will be issued at par.

(2) The repayment of the principal amounts of the debentures at maturity as well as the payment of interest as it falls due, is guaranteed by the Government of Mysore.

(3) The debentures are exempt from Income-tax.

(4) The debentures will be secured by first mortgages on real property obtained by the Bank, the estimated value of the property charged being at least double the amount of the mortgages.

(5) The debentures carry interest at five per cent per

per annum; provided however that with the previous sanction of Government the Bank shall be at liberty to effect a reduction in the rate of interest at any time after the expiry of ten years from the date of their issue and after giving the holders of the bonds the option to accept payment therefor in cash at par.

(6) The debentures shall be redeemable at par on 1st April 1960, but the Bank reserves to itself the right to redeem at par as many bonds as it may deem necessary, at any time after the expiry of ~~the~~ ten years from the date of their issue, the bonds to be thus redeemed being selected by lot once every year.

Debentures in respect of which notice of redemption has been given to the holders by the Board of Directors must be given up on the expiry of the term mentioned in the notice and if the debentures are not so given up, the holder shall have no claim upon the Bank for interest accruing after the expiry of the term.

(7) The interest on the debentures will be paid half-yearly on 30th June and 31st December at the Bank's office in Bangalore City. Arrangement will be made on application for payment of interest at any State Treasury in the Mysore State.

(8) The debentures are exempt from stamp duty.

(9) As per Section 57 of the Mysore Co-operative Societies Regulation No. V of 1929, these bonds

(a) shall be deemed to be negotiable instruments to which the provisions of the Mysore Negotiable Instruments Regulation, 1917, apply; and

(b) shall be included amongst securities in which a trustee may invest trust funds under any law for the time being in force in Mysore.

(10) (i) Debentures which, by reason of damage sustained, have become unfit for circulation, will be replaced at the request of of the holder on giving up the damaged or defaced debentures provided that the essential marks for genuineness and identity, especially the number, the amount, the rate of interest, the date and signatures of the authorised executing officers of the Board of Directors are still

still recognizab e. Fresh debentures shall also be issued to replace completely destroyed debentures when, in the opinion of the Board of Directors, the fact of destruction is proved without any doubt or uncertainty.

(ii) When such proof is not produced or when in case of damage the es-ential marks on the debentures are lost and no longer recognizable, as well as in all cases in which the debenture has been stolen from the owner or has been in other ways mislaid, a new debenture will only be issued when the debenture which is alleged to be missing or unrecognisable has been previously advertised for by the claimant in the manner prescribed by the Board of Directors and its nullity legally declared.

(iii) The re-issue shall be made for the same amount under the same number with the addition of the word "renewed". A fee of one Rupee will be charged for every renewed debenture thus issued.

(11) Under No. (2) of the Rules relating to Mysore Co-operative Land Mortgage Bank issued with G.O. No. G.5929/L.M. 4-29-4 dated the 11th November 1929, a trustee will be appointed by Government to secure the fulfilment of the obligations of the Bank to the h lders of these debentures.

---:oOo:--

16.4.30

FORM OF APPLICATION.

To

The President,

Mysore Co-operative Land Mortgage Bank, Ltd.,

Albert Victor Road, Chamrajpet, BANGALORE CITY.

Sir,

I request that ... debenture bonds of the value of Rs.100/- each, in the First Series of debenture loan to be raised by the Mysore Co-operative Land Mortgage Bank, Ltd., may be registered in my name on the terms mentioned in the Prospectus and I herewith remit Rs.....only, being their full value.

Place.....
Date..... Signature of Subscriber.

Full name and address of Subscriber.

Note:- This application must be filled up and signed by the subscriber and forwarded to the President of the Bank with full amount or a cheque for the same on the Bank of Mysore, Bangalore. It may also be presented at any Mysore Government Treasury with duplicate chellans in the usual form. One of the Chellans will be returned to the party with the Treasury Officer's acknowledgment. This chellan should be retained and exchanged for the debenture to be issued later on.

2. The Treasury Officer will return the application with the certificate noted below to the subscriber who will then forward it to the bank.

TREASURY OFFICER'S CERTIFICATE.

Certified that I have received from.....
the sum of rupees.....being the amount paid on account of.....
debentures in the Mysore Co-operative Land Mortgage Bank, Limited.

Place.....

Date..... Treasury Officer,

.....Treasury.

Seal of
the
Treasury

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS
THE MAHARAJA OF MYSORE.

-----:0:-----

R e a d :-

Government Order No. G. 12215-8/L.M. 21-29-2 dated the 11th April 1930, authorising the Mysore Co-operative Land Mortgage Bank Limited, Bangalore, to issue debentures to the extent of Rs. 3/lakhs on certain conditions.

2. Letter No. 1264 dated the 16th/17th April 1930 from the President, Land Mortgage Bank, forwarding for the approval of Government a draft of the prospectus for the issue of debentures and proposing the payment of commission to agents for canvassing for them.

Order No. G. 12783-84/L.M. 21-29-4,
Dated, Bangalore, 25th April 1930.

The draft prospectus received from the President of the Mysore Co-operative Land Mortgage Bank, is approved with the following additions. A copy of the prospectus as approved ~~as will follow~~ is appended:-

(1) Paragraph 3 sub para (2) the following sentence is added at the end " arrangements will be made on application for payment of interest at any treasury in the Mysore State ".

(2) Para 3 sub para (3) insertion of the word "Mysore" between the words "from" and "income-tax".

2. The grant of commission to the agents for canvassing for debentures is sanctioned at the following rates as proposed:-

(1) For obtaining debentures from Rs. 10,000 up to Rs. 25,000/- As. 4%

(2) For obtaining debentures of and above Rs. 25000 As. 8%

3. Government are further pleased to authorise all Government treasuries in the State to receive debenture amounts.

P.H. In CHIEF SECRETARY TO GOVERNMENT

To

The President, Land Mortgage Bank, Limited, Bangalore,

The Registrar of Co-operative Societies in Mysore,

The Deputy Commissioners of Districts,

The Comptroller to Government thro: Financial Secretariat.

Subscription list will be closed on or before the 30 June 1930

THE MYSORE CO-OPERATIVE LAND MORTGAGE BANK, LIMITED, BANGALORE CITY.

(Registered under the Mysore Co-operative Societies Regulation No.V of 1929).

Prospectus of Debenture Loan.

(First Series).

Issue at Par of State-guaranteed Debentures to the extent of Rupees three lakhs carrying interest at 5 per cent per annum free of Mysore Income-tax.

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1. Under the authority vested by Section 56 of the Mysore Co-operative Societies Regulation No.V of 1929 and Clauses 28 to 36 of the Bye-laws of the Bank regulating the raising of funds by means of issue of debentures, and with the previous approval of the Government of Mysore conveyed in their Order No.G.12215-8/L.M. 21-29-2 dated the 16th April 1930, the Mysore Co-operative Land Mortgage Bank, Limited, have resolved to issue the first series of debentures to the extent of Rupees three (3) lakhs.

2. The Government of Mysore have taken up these debentures to the extent of Rupees one (1) lakh. The balance of Rupees (2) lakhs is available for public subscription.

3. The debentures are subject to the following conditions:-

(1) The debentures will be of only one denomination, viz., Rs.100/- and will be issued at par.

(2) The repayment of the principal amounts of the debentures at maturity as well as the payment of interest as it falls due, is guaranteed by the Government of Mysore.

(3) The debentures are exempt from Mysore Income-tax.

(4) The debentures will be secured by first mortgages on real property obtained by the Bank, the estimated value of the property charged being at least double the amount of the mortgages.

mortgages.

(5) The debentures carry interest at five percent per annum; provided however that with the previous sanction of Government the Bank shall be at liberty to effect a reduction in the rate of interest at any time after the expiry of ten years from the date of their issue and after giving the holders of the bonds the option to accept payment therefor in cash at par.

(6) The debentures shall be redeemable at par on 1st April 1960, but the Bank reserves to itself the right to redeem at par as many bonds as it may deem necessary, at any time after the expiry of ten years from the date of their issue, the bonds to be thus redeemed being selected by lot once every year.

Debentures in respect of which notice of redemption has been given to the holders by the Board of Directors must be given up on the expiry of the term mentioned in the notice and if the debentures are not so given up, the holder shall have no claim upon the Bank for interest accruing after the expiry of the term.

(7) The interest on the debentures will be paid half-yearly on the 30th June and 31st December at the Bank's Office in Bangalore City. Arrangement will however be made, on application, for payment of interest at any Treasury in the Mysore State.

(8) The debentures are exempt from stamp duty.

(9) As per Section 57 of the Mysore Co-operative Societies Regulation No.V. of 1929, these bonds (a) shall be deemed to be negotiable instruments to which the provisions of the Mysore Negotiable Instruments Regulation, 1917, apply; and (b) shall be included amongst securities in which a trustee may invest trust funds under any law for the time being in force in Mysore.

(10) (i) Debentures which, by reason of damage sustained, have become unfit for circulation, will be replaced at the request of the holder on giving up the damaged or defaced debentures provided that the essential marks for genuineness and identity, especially the number the amount, the rate of interest, the date and signatures of the authorised executing officers of the Board of Directors are still recognisable. Fresh debentures shall also be issued to replace completely destroyed

debentures when, in the opinion of the Board of Directors, the fact of destruction is proved without any doubt or uncertainty.

(ii) When such proof is not produced or when in case of damage the essential marks on the debenture are lost and no longer recognisable, as well as in all cases in which the debenture has been stolen from the owner or has been in other ways mislaid, a new debenture will only be issued when the debenture which is alleged to be missing or unrecognisable has been previously advertised for by the claimant in the manner prescribed by the Board of Directors and its nullity legally declared.

(iii) The re-issue shall be made for the same amount under the same number with the addition of the word "renewed". A fee of one rupee will be charged for every renewed debenture thus issued.

(11) Under No. (2) of the Rules relating to Mysore Co-operative Land Mortgage Bank issued with Government Order No. G.5929/L.M.4-29-4 dated the 11th November 1929, a trustee will be appointed by Government to secure the fulfilment of the obligations of the Bank to the holders of these debentures.

For Chief Secretary to Government.

Form of application.

To

The President,

Mysore Co-operative Land Mortgage Bank, Limited,

Albert Victor Road, Chamarajapet, Bangalore City.

Sir,

I request that . . . debenture bonds of the value of Rs.100/- each, in the First Series of debenture loan to be raised by the Mysore Co-operative Land Mortgage Bank, Limited, may be registered in my name on the terms mentioned in the Prospectus and I herewith remit Rs. . . . only, being their full value.

Place . . . . . .

Date . . . . . Signature of Subscriber.

Full name and address of subscriber.

Note - This application must be filled up and signed by the subscriber and forwarded to the President of the Bank with full amount or a cheque for the same on the Bank of Mysore, Bangalore. It may also be presented at any Mysore Government Treasury with duplicate chellans in the usual form. One of the chellans will be returned to the party with the Treasury Officer's acknowledgment. This chellan should be retained and exchanged for the debenture to be issued later on.

2. The Treasury Officer will return the application with the certificate noted below to the subscriber who will then forward it to the Bank.

Treasury Officer's Certificate.

Certified that I have received from . . . . . the sum of Rs. . . . . being the amount paid on account of . . debentures in the Mysore Co-operative Land Mortgage Bank, Limited.

Place . . . . . Treasury Officer,

Seal of the Treasury. . . . . Treasury.

G.R.S. App. F VI G-2]

SUBJECT.....

.....

.....

Diary No. of letter replied to....6375.....

Sec Lm

File No. 2b29

Serial No. 4

General and Revenue Secretariat

( )

the *192* .

Proceedings of the Government of His Highness the Maharaja of Mysore.

Date of issue....25.4.1930.....

Signed by....M. N. Mudaliar.....

Read –

Ltr no G./2215-8/ Lm. 2b29-29 11.4.1930 authorising the Mysore Co-op. Land Mortgage Bank Ltd. Bangalore to issue debentures to the extent of Rs. 3 lakhs ~~&~~ on certain conditions.

~~Order Thereon No.~~

2. Letter no. 1264 & 1647/74 April 1930 from the Pdt. Land Bank, forwarding for the approval of Govt a draft of the prospectus for the issue of debentures and proposing ~~to~~ payment of commission to agents for canvassing for them.

May this be

i Printed?

ii treated as a standing order ?

iii published in the Gazette, English Part ?

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette, Kannada Part ?

Pdt

order no G12783-94 dt 25.4.1930

The draft prospectus recd
from the President, after
Mysore Co-operative L. A. Bank
is appd with the following
additions... A Copy of the
prospectus as appd is appended
hereto:—

(1) Paragraph 3. Sub para (7) the
following sentence is added at
the end "Arrangement
will be made on application
for payment of interest
at any treasury in the Mysore
State"

2) Para 3 sub para 3. insertion
after word "Mysore" between the words
"from" & "income tax"

2. The grant of commission to the agent
for canvassing for debentures
is sanctioned at the following
rates as proposed:—

(1) for for obtaining debentures
from Rs 10000

List of enclosure.

Copied by

Examined by

WD 079—GPB—6000—10-10-23

G. R. S. App F. G. 3.

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form.)

Rs 10000 ~~Lumpsum~~ As 4 o/o
upto Rs 25,000
(2) For obtaining
debentures of & above
Rs 25000 As 8 o/o
2. Govt are also further
pleased to authorise
all Govt treasuries
in the State to receive
debenture amounts

Ce
26/4/30
Chief Secy to Govt

To
The P.W.D. Loan Board
The Revenue Commr
The Director
& Controller
Treasuries & Accts

Now by printed
& published in
Govt Gazette if
approved

WD 0327—GPB—10,000—18-5-27